



# State of Utah

*School and Institutional*  
TRUST LANDS ADMINISTRATION

Michael O. Leavitt  
Governor

David T. Terry  
Director

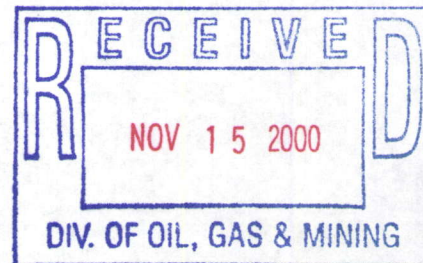
675 East 500 South, Suite 500  
Salt Lake City, Utah 84102-2818  
801-538-5100  
801-355-0922 (Fax)  
<http://www.trustlands.com>

S/O 15/083

November 13, 2000

Quality Building Stone, Inc.  
8809 S. 700 W.  
Sandy, UT 84070

RE: MLA 48636-MP; T19S, R10E, Sec. 16, SLB&M, Emery Co.  
DOGM Permit # S/O15/083



Gentlemen,

This office recently received a mineral materials permit application in the name of Quality Building Stone, Inc., to mine and produce sandstone specialty stone in the above described trust lands. The application was filed by Mr. Dan Powell, as agent. If you wish to validate this application then within the next 15 days please submit a limited Power of Attorney for Mr. Powell, in affidavit form. Otherwise this application may be rejected.

Upon validation of your application I will recommend that the Director approve a one-year permit with a production royalty of 10% Gross Value, f.o.b. mine, or \$10.00 per ton, whichever is greater. The annual rental shall be \$10.00 per acre and may be credited against annual production accruing in the year for which paid. The permit may be renewed each year at the discretion of the Director, upon payment of all rentals and royalties.

Upon approval of the application the Permittee will be required to submit a new plan of operations following recently revised guidelines of the Trust Lands Administration. Permittee may, however, petition the agency to accept the archaeological report, operations bond, and DOGM permit previously filed for ML 48109-MP covering the same lands, which recently expired on October 31, 2000.

Please contact me if you have any questions in this matter.

Sincerely,

John T. Blake  
Mineral Resources Specialist